

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BULLOCK PEN WATER)	
DISTRICT, TO ISSUE SECURITIES IN THE)	
APPROXIMATE PRINCIPAL AMOUNT OF)	CASE NO. 94-095
\$745,000. FOR THE PURPOSE OF REFUNDING)	
CERTAIN OUTSTANDING REVENUE BONDS OF)	
THE DISTRICT PURSUANT TO THE PROVISIONS)	
OF KRS 278.300 AND 807 KAR 5:001)	

O R D E R

On March 7, 1994, the Bullock Pen Water District ("Bullock Pen") submitted its application seeking authority to issue \$745,000 of Certificates of Participation, Series 1994 with an interest rate of 3.25 to 6.10 percent per annum for a 20 year term.

The proceeds will be used to refund Bullock Pen's Waterworks Revenue Bonds of 1959, Waterworks Revenue Bonds of 1985, and Waterworks Revenue Bonds of 1987, Series A and B, on September 1, 1994. Bullock Pen estimates the proposed refinancing will result in total gross savings of \$509,128 and a net present value savings of \$83,172. This represents a net present value savings of approximately 12.2 percent.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Bullock Pen's proposal to issue \$745,000 of Series 1994 Certificates of Participation is for a lawful object within its corporate purpose, is necessary, appropriate for and consistent with the proper

performance of its service to the public, and should therefore be approved.

IT IS THEREFORE ORDERED that:

1. Bullock Pen is authorized to issue \$745,000 of Series 1994 Certificates of Participation, at an interest rate between 3.25 percent and 6.1 percent per annum.

2. Bullock Pen shall agree only to such terms that will result in a positive net present value savings and which are consistent with the parameters set out in the application.

3. Bullock Pen shall, within 30 days after issuance of the securities, file with the Commission a statement setting forth the date or dates of issuance of the securities, the price paid, the interest rate, the purchasers, and all fees and expenses, including underwriting discounts or commissions, or other compensation involved in the issuance and distribution.


4. The proceeds from the transactions authorized herein shall be used only for the lawful purposes set out in the application.

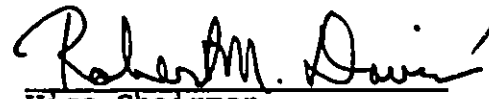
Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency thereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this

1st day of April, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director